



uMshwathi Municipality

Enquiries: R Mani

EXTRACT FROM THE MINUTES OF THE 5th COUNCIL MEETING HELD ON WEDNESDAY, 31 MAY 2017 AT NEW HANOVER, COUNCIL CHAMBER AT 10H00.

RESOLUTION No. C719

OPERATING BUDGET FOR THE 2017/ 2018 FINANCIAL YEAR AND THE TWO OUTER YEARS

The Council at its meeting held on 31 May 2017 considered the above matter. Following discussion, it was:-

RESOLVED AS FOLLOWS

1. That the draft operating and capital budgets for the 2017/ 2018 financial year and the two outer years herewith annexures 1 and 2, be approved by the Council in terms of section 16(2) of the Municipal Finance Management Act 56/2003.
2. That in terms of section 2 of the Local Government Municipal Property Rates Act 6/2004, as amended, the general rate to be levied on the market value of all rateable property for the 2017/2018 financial year be adjusted and set as follows;
 - Commercial, residential, industrial and vacant properties: R 0.01 6907953,
 - Agricultural properties and Public Service Infrastructure properties: R 0.004226988
3. That in terms of section 15 of the Municipal Property Rates Act 6/2004 the following exemptions, reductions and rebates are applied for the 2017/ 2018 financial year;
 - Rates on public service infrastructure be phased out in terms of the latest amendments to the Municipal Property Rates Act i.e only 40% of PSI's be rates in 2017/18.
 - No rates be applied to the first fifteen thousand rand (R 15 000) of the market value of residential and multipurpose residential properties in terms of section 17 (1) (h) of the Municipal Property Rates Act 6/2004,
 - The following rebates/reductions will be applied to the respective categories of properties;

Residential properties;	35%
Agricultural Properties;	56%
Rural Residential	63%

An additional rebate of 5% on net rates payable is applied on total rates paid up by 31 August 2017.

Public Benefit Organisations who serve the local interests and are approved by the SA Revenue Services and referred to specifically in terms of section 18A and Part 1 of the 9th Schedule of the Income Tax Act 58/1962 will receive a rebate of 100%.

Qualifying applicants, in terms of the municipality's Rates Policy, who are registered as indigents and are the sole owners of their properties and who permanently reside there on will receive an additional rebate of 75%.

Qualifying applicants, in terms of the municipality's Rates Policy, who are over the age of 60 years and or are Disabled persons and who are the sole owners of their properties and who permanently reside thereon will receive an additional rebate calculated on their joint income as follows:

Joint income of between 0 and R 2500 per month per month	30%
Joint income of between R 2501 and R 3500 per month	20%
Joint income of between R 3501 and R 4500 per month	10%

4. That in terms of section 26 (1) (a) of the Municipal Property Rates Act 6/2004 the general rates for the 2017/ 2018 financial year be recovered in 12 monthly instalments and that the final date and time for payment of each monthly instalment be 15:00 hours on the last working day of each month.
5. That the budgeted salary increase as negotiated and finalised by the Bargaining Council for staff be implemented from 1 July 2017.
6. That the Tariff of Charges be reviewed and amended accordingly.
7. That the budget, once adopted be submitted to the National and Provincial Treasuries.
8. That Council's budget related policies, namely, rates policy, tariff policy and budget implementation policy are amended accordingly.
9. That Provincial Treasury's assessment of the 2017/18 draft budget be noted.

CERTIFIED A TRUE EXTRACT OF THE ORIGINAL MINUTES


NM MABASO
MUNICIPAL MANAGER